

APPENDIX 41

Brooklyn Queens Health Care Inc.

Financial Statements

As of December 31, 2007

(UNAUDITED)



BQHC 00074

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Brooklyn Queens Health Care Inc.
Statement of Financial Position

| | December 31, 2007 | December 31, 2006 |
|-----------------------------------------|----------------------|----------------------|
| ASSETS | | |
| Current assets | | |
| Cash and cash equivalents | - | - |
| Accounts receivable | - | - |
| Inventories | | |
| Other | | |
| Total current assets | - | - |
| Equipment | | |
| Total assets | - | - |
| LIABILITIES AND EQUITIES | | |
| Current liabilities | | |
| Accounts payable | - | - |
| Accrued salaries & related withholdings | | |
| Loan payable | 1,915,000 | - |
| Due to related organizations | (1,675,695) | 194,542 |
| Total current liabilities | 239,305 | 194,542 |
| Equities | | |
| Current year earning (Loss) | (44,763) | (15,193) |
| Prior Year earning (Loss) | (194,542) | (179,350) |
| Accum. surplus py | (239,305) | (194,542) |
| Total liabilities and equities | - | - |

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Brooklyn Queens Health Care Inc.
Statement of Operations
As of December 31, 2007

| | <u>YTD 12/31/07</u> |
|-------------------------------------------|------------------------------|
| Revenue: | |
| Operating Income | |
| Parking Lot Income | \$ 400,444.30 |
| Other - Income | |
| Total Revenue | <u>\$ 400,444.30</u> |
| Expenses: | |
| Salary | \$ 280,800.00 |
| Fringe Benefits | 81,712.80 |
| Other-Expenses | 438.92 |
| Dekalb Ave Lease Payments | 45,100.00 |
| Repairs & Maintenance | - |
| Sales Taxes | 31,753.52 |
| Utilities | 5,401.58 |
| Accounts Payable | - |
| Total Expenses | <u>\$ 445,206.82</u> |
| Net Income/ (Loss) From Operations | <u><u>\$ (44,762.52)</u></u> |

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BQHC 00077

Brooklyn Queens Health Care Inc.
Balance for Due to/from Accounts
As of December 31, 2007

| | 2007 | 2006 |
|----------------------|------------------------|------------------------|
| Due (To)/From | | |
| WHMC | \$ 1,705,656.28 | \$ (164,581.20) |
| PHV Pharmacy | (29,961.17) | (29,961.17) |
| Total | \$ 1,675,695.11 | \$ (194,542.37) |

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Wyckoff Heights Medical Center
GL# 01.1250.0688 - Due To From WHMC Properties
As of December 31, 2007

| | |
|---------------------------------|------------------------|
| Balance as of 01/01/2007 | \$ 164,581.20 |
| Parking Lot Income | (400,444.30) |
| Salary Expense | 280,800.00 |
| Fringe Benefit Expense | 81,712.80 |
| Dekalb Ave Lease Expense | 45,100.00 |
| Sales Tax Expense | 31,753.52 |
| Utility Expenses | 5,401.58 |
| Other-Expenses | 438.92 |
| Balance As of December 31, 2007 | <u>\$ 2,124,343.72</u> |

WHMC Properties - 2006
Cash Activities

[illegible]

WYC Due T/F WHMC Properties

| | Parking Revenue per JGO entry-booked | | Parking Revenue per ADP-booked | ACTUAL P/R PARKING REV | ACCRUED P/R PARKING REV | P/R adjustment |
|-----------------------------|-----------------------------------------|------------|-----------------------------------|---------------------------|----------------------------|---------------------------------|
| 9/30/2006 | 44,700.55 | WHX | 1,750.00 | 1,750.00 | 1,750.00 | |
| | | WHU | 500.00 | 500.00 | 500.00 | |
| | | WHN | 18,150.00 | 18,150.00 | 17,200.00 | |
| | | WHM | 5,100.55 | 5,100.55 | 0.00 | |
| | | | <u>25,500.55</u> | <u>25,500.55</u> | <u>19,450.00</u> | |
| 10/30/2006 | 24,675.00 | WHX | 1,750.00 | 0.00 | 1,750.00 | 3538.36 WHN DR TO Garity |
| | | WHU | 500.00 | 0.00 | 500.00 | 379.12 WHN accr DR |
| | | WHN | 17,200.00 | 0.00 | 17,425.00 | |
| | | WHM | 5,000.00 | 5,000.00 | 0.00 | |
| | | | <u>24,450.00</u> | <u>5,000.00</u> | <u>19,675.00</u> | |
| 11/30/2006 | 24,100.00 | WHX | 1,750.00 | 0.00 | 1,625.00 | 3538.36 WHN DR TO Garity |
| | | WHU | 500.00 | 0.00 | 300.00 | 379.12 WHN accr CR |
| | | WHN | 17,200.00 | 0.00 | 17,200.00 | 631.85 WHN accr DR |
| | | WHM | 5,000.00 | 5,100.00 | 0.00 | |
| | | | <u>24,450.00</u> | <u>5,100.00</u> | <u>19,125.00</u> | |
| 12/31/2006 | 31,225.00 | WHX | 1,625.00 | 0.00 | 1,600.00 | 3663.36 WHN DR TO Garity |
| | | WHU | 300.00 | 0.00 | 400.00 | 631.85 WHN accr CR |
| | | WHN | 17,200.00 | 0.00 | 17,625.00 | 1,010.96 WHN accr DR rv in 1/07 |
| | | WHM | 5,200.00 | 5,200.00 | 6,400.00 | |
| | | | <u>24,325.00</u> | <u>5,200.00</u> | <u>26,025.00</u> | |
| | <u>124,700.55</u> | | <u>98,725.55</u> | <u>40,800.55</u> | <u>84,275.00</u> | |
| On the books from JGO entry | | | 124,700.55 | | | |
| On the books from ADP entry | | | <u>98,725.55</u> | | | |
| On the books 12/31/2006 | | | 223,426.10 | | | |
| Should be on the books | | | 98,725.55 | | | |
| Reverse JGO entry | | 9/30/2006 | 44,700.55 | | | |
| | | 10/30/2006 | 24,675.00 | | | |
| | | 11/30/2006 | 24,100.00 | | | |
| | | 12/31/2006 | <u>31,225.00</u> | | | |
| | | | 124,700.55 | | | |